UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111th Congress 1

[Date approved: April 23, 2010]²

Bill No. and sponsor: S. 2173 (Mr. Arlen Specter of Pennsylvania et al.).

Proponent name, location: Teleflex, Inc., Limerick, PA.

Other bills on product (111th Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Filament yarn of polyethylene, single, with a twist exceeding 50 turns/m, measuring not less than 341 decitex but not more than 510 decitex (provided for in subheading 5402.59.00).

Check one: Same as that in bill as introduced.

X Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The bill covers particular single filament yarn measuring from 341 through 510 decitex and made from fibers known in the industry as "ultra-high molecular weight" polyethylene fibers. Such high performance, high tensile strength fibers are extremely durable and resistant to moisture, chemicals, abrasion, and sunlight. The subject yarn has a high weight-to-strength ratio and is used in numerous applications, including medical devices, sporting goods, commercial fishing gear, personal protection equipment, and ballistic protection equipment. The proponent's yarns are imported from the Netherlands.

¹ Industry analyst preparing report: Heidi Colby-Oizumi (202-205-3391); Tariff Affairs contact: Jan Summers (202-205-2605).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tariff affairs/congress reports/.

³ The sponsor and proponent did not identify any additional beneficiaries of this bill.

Estimated effect on customs revenue for the subject product classifiable in HTS subheading 5402.59.00:

$\bigg\rangle\!\!\!\!\bigg\rangle$	2010	2011	2012	2013	2014
Col. 1-General rate of duty	8%	8%	8%	8%	8%
Estimated value dutiable imports ^a	\$2,600,000	\$2,600,000	\$2,600,000	\$2,600,000	\$2,600,000
Customs revenue loss b	\$208,000	\$208,000	\$208,000	\$208,000	\$208,000

<u>a</u>/ Dutiable import estimates were based on official U.S. Government statistics and Commission estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date	Claim US	Submission	Opposition	
	contacted	makes same	attached?	noted?	
		or competing			
		product(s)?			
		(Yes/No)			
Teleflex, Inc. (Proponent)	01/15/2010	No	No	No	
Mary Lee Courtney, 919-433-8058					
American Fiber Manufacturers Association	01/11/2010	Yes	Yes	Yes	
Paul O'Day, 703-875-0432					
DSM	01/15/2010	Yes	Yes	Yes	
Hugh Welsh, 973-641-0605					
DuPont	01/15/2010	Yes	No	No	
Patrick Owens, 804-383-6088					
Honeywell	01/15/2010	Yes	No	No	
Chuck Ramsdell, 804-520-3227					
Innegrity	01/22/2010	Yes	No	No	
Brian Morin, 864-373-7070					
Milliken	01/22/2010	Yes	No	No	
Kathi Dutilh, 202-775-0084					
National Council of Textile Organizations	12/04/2009	Yes	Yes ⁴	Yes	
Sarah Pierce, 202-822-8026					

Technical comments:5

It is suggested that the proposed article description be amended to read as shown on page 1, in order to follow normal tariff usage and provide greater clarity. As drafted, the article description refers to "ultrahigh molecular weight polyethylene yarn" without defining what is meant by that phrase. Moreover, it is

 $[\]underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

⁴ Staff contact was with Ms. Pierce; however, the submission was filed by Mr. Cass Johnson, President of the Council.

⁵ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

the fiber, and not the resulting yarn, that apparently has a high molecular weight. Thus, even if the bill included a standard relating to that phrase, Customs could have a difficult time administering a criterion relating to the fibers that make up the yarn.



111 TH CONGRESS 1ST SESSION S. 2173

To suspend temporarily the duty on ultra-high molecular weight polyethylene yarn measuring not less than 341 decitex but not more than 510 decitex.

IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. Specter (for himself and Mr. Casey) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To suspend temporarily the duty on ultra-high molecular weight polyethylene yarn measuring not less than 341 decitex but not more than 510 decitex.

- 1 Be it enacted by the Senate and House of Representa2 tives of the United States of America in Congress assembled,
 3 SECTION 1. ULTRA-HIGH MOLECULAR WEIGHT POLY4 ETHYLENE YARN MEASURING NOT LESS
 5 THAN 341 DECITEX BUT NOT MORE THAN 510
 6 DECITEX.
 7 (a) IN GENERAL.—Subchapter II of chapter 99 of
- 8 the Harmonized Tariff Schedule of the United States is
- 9 amended by inserting in numerical sequence the following
- 10 new heading:

2

"	9902.01.00	Ultra-high molecular weight					
		polyethylene yarn, measuring					
		not less than 341 decitex but					
		not more than 510 decitex					
		(provided for in subheading					
		5402.59.00)	Free	No change	No change	On or before	
						19/91/9011	,,

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after
- 4 the date of the enactment of this Act.

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